

Financial Statements of

**WANUSKEWIN HERITAGE
PARK AUTHORITY**

Year ended March 31, 2005





106-05294/

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AUDITORS' REPORT TO THE BOARD

We have audited the statement of financial position of Wanuskewin Heritage Park Authority as at March 31, 2005 and the statements of operations, fund balances and cash flows for the year then ended. These financial statements are the responsibility of the Authority's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Authority as at March 31, 2005 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

KPMG LLP

Chartered Accountants

Saskatoon, Canada
September 18, 2005

WANUSKEWIN HERITAGE PARK AUTHORITY

Statement of Financial Position

March 31, 2005, with comparative figures for 2004

	2005	2004
Assets		
Current assets:		
Cash	\$ 6,521	\$ 24,322
Accounts receivable	124,580	176,876
Inventories	82,357	121,261
Prepaid expenses	11,564	13,247
	225,022	335,706
Site, buildings and equipment (note 4)	6,121,818	6,605,850
	<u>\$ 6,346,840</u>	<u>\$ 6,941,556</u>
Liabilities and Fund Balances		
Current liabilities:		
Line of credit (note 5)	\$ 116,125	\$ 42,615
Accounts payable and accrued liabilities	234,731	273,018
Demand loan (note 6)	200,832	290,740
	551,688	606,373
Deferred contributions related to site, buildings and equipment (note 7)	5,277,222	5,774,819
Fund balances:		
General	(125,834)	20,073
Equity in site, buildings and equipment	643,764	540,291
	517,930	560,364
Commitments (note 8)		
	<u>\$ 6,346,840</u>	<u>\$ 6,941,556</u>

See accompanying notes to financial statements.

On behalf of the Board:

_____ Director

_____ Director

WANUSKEWIN HERITAGE PARK AUTHORITY

Statement of Operations

Year ended March 31, 2005, with comparative figures for 2004

	2005	2004
Revenue:		
Grants	\$ 1,066,315	\$ 1,027,596
Amortization of deferred contributions	573,526	518,716
Admission fees and memberships	107,610	107,495
Programs and other	82,497	104,840
Occupancy and rental	28,671	10,749
Donations	22,596	55,347
Earnings (loss) from gift shop (schedule 1)	(11,610)	20,214
Earnings from restaurant (schedule 2)	6,894	19,198
	<u>1,876,499</u>	<u>1,864,155</u>
Expenses:		
Executive	559,536	410,906
Amortization of site, buildings and equipment	557,007	541,754
Programs	398,777	425,000
Resource management	248,209	355,701
Marketing	129,831	102,505
Human resource development	25,573	9,731
	<u>1,918,933</u>	<u>1,845,597</u>
Excess (deficiency) of revenue over expenses	\$ (42,434)	\$ 18,558

See accompanying notes to financial statements.

WANUSKEWIN HERITAGE PARK AUTHORITY

Statement of Fund Balances

March 31, 2005, with comparative figures for 2004

	Equity in site buildings and equipment		General		2005	2004
Beginning balance	\$	540,291	\$	20,073	\$ 560,364	\$ 541,806
Excess (deficiency) of revenue over expenses		-		(42,434)	(42,434)	18,558
Amortization of site buildings and equipment		(575,397)		575,397	-	-
Equipment purchases		91,365		(91,365)	-	-
Amortization of deferred contributions		573,526		(573,526)	-	-
Building and site contributions received		(75,929)		75,929	-	-
Demand loan repaid		89,908		(89,908)	-	-
Ending balance	\$	643,764	\$	(125,834)	\$ 517,930	\$ 560,364

WANUSKEWIN HERITAGE PARK AUTHORITY

Statement of Cash Flows

Year ended March 31, 2005, with comparative figures for 2004

	2005	2004
Cash provided by (used in):		
Operations:		
Excess (deficiency) of revenue over expenses	\$ (42,434)	\$ 18,558
Items not requiring (providing) an outlay of cash:		
Amortization of site, buildings and equipment	575,397	560,243
Amortization of deferred contributions	(573,526)	(518,716)
Change in non-cash operating working capital:		
Accounts receivable	52,296	(88,164)
Inventories	38,904	(4,485)
Prepaid expenses	1,683	(5,267)
Due to Wanuskewin Indian Heritage Inc.	-	(760)
Accounts payable and accrued liabilities	(38,287)	(61,527)
	14,033	(100,118)
Investing:		
Equipment purchases	(91,365)	(629,723)
Contributions related to site, buildings and equipment purchases	75,929	573,343
	(15,436)	(56,380)
Financing:		
Advances from demand loan	-	318,600
Repayment of demand loan	(89,908)	(210,216)
Advances from line of credit	73,510	3,408
	(16,398)	111,792
Decrease in cash	(17,801)	(44,706)
Cash, beginning of year	24,322	69,028
Cash, end of year	\$ 6,521	\$ 24,322
Interest paid during the year	\$ 24,128	\$ 20,405

See accompanying notes to financial statements.

WANUSKEWIN HERITAGE PARK AUTHORITY

Notes to Financial Statements

Year ended March 31, 2005

1. Purpose of Wanuskewin Heritage Park Authority:

Wanuskewin Heritage Park Authority ("WHPA") was established to operate the Wanuskewin Heritage Park which commenced full time commercial operations on June 1, 1992. WHPA is a registered charity (#0913384-52).

2. Significant accounting policies:

These financial statements have been prepared by management in accordance with Canadian generally accepted accounting principles. In the preparation of financial statements, management makes various estimates and assumptions in determining the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities and commitments at the date of the financial statements and the reported amount of revenues and expenses for each year presented. Changes in estimates and assumptions will occur based on the passage of time and the occurrence of certain future events.

The following is a summary of the significant accounting policies used in the preparation of these financial statements:

(a) Cash:

Cash consists of balances with financial institutions which have an initial term to maturity of three months or less

(b) Revenue and expense recognition:

Revenue and expenses are recorded in the financial statements on the accrual basis. Under this method revenue is recognized in the fiscal period during which it becomes receivable. Expenses are recorded when goods or services are received.

(c) Inventories:

Inventories of restaurant supplies and gift shop products are carried at the lower of cost, determined on a first-in, first-out basis, and net realizable value.

WANUSKEWIN HERITAGE PARK AUTHORITY

Notes to Financial Statements

Year ended March 31, 2005

2. Significant accounting policies (continued):

(d) Site, buildings and equipment and deferred contributions:

Site, buildings and equipment are stated at cost and amortized over the estimated useful lives of the assets on a straight-line basis at the following rates:

Asset	Rate
Equipment	10%
Vehicles	20%
Buildings and site development and building improvements	4%
Site improvements and interpretive displays	5-10%

Funding, consisting mainly of grants and donations, received for site, buildings and equipment acquisitions, is deferred and amortized on the same basis as the asset to which it relates is amortized. Funding for site, buildings and equipment which is not amortizable, consisting of land and art, is credited directly to equity.

3. Economic Dependence:

WHPA is dependent on contributions in the form of grants from various government entities and donations. WHPA received significant funds from the following contributors:

- Prevention and Support Grant
- Saskatchewan Lotteries
- City of Saskatoon
- Eco Action
- Heritage Canada
- Province of Saskatchewan
- Community Initiatives PowWow
- St. Mary's Agreement
- STC Urban First Nations
- UMAC
- Western Economic Diversification
- Metis Employment & Training of Saskatchewan

WANUSKEWIN HERITAGE PARK AUTHORITY

Notes to Financial Statements

Year ended March 31, 2005

4. Site, buildings and equipment:

			2005	2004
	Cost	Accumulated amortization	Net book value	Net book value
Park site:				
Land	\$ 434,006	\$ -	\$ 434,006	\$ 434,006
Buildings and site development	9,877,428	4,676,887	5,200,541	5,550,872
Park site - Phase II:				
Site improvements and interpretive displays	1,271,979	1,171,619	100,360	220,191
Art	7,500	-	7,500	7,500
Equipment and vehicles	357,244	187,266	169,978	167,705
Gift Shop:				
Equipment	54,443	51,369	3,074	3,930
Building improvements	119,855	61,556	58,299	63,096
Restaurant:				
Equipment	151,379	141,018	10,361	9,596
Building improvements	281,391	143,692	137,699	148,954
	\$ 12,555,225	\$ 6,433,407	\$ 6,121,818	\$ 6,605,850

5. Line of credit:

As at March 31, 2005, the Peace Hills Trust \$150,000 line of credit facility bears interest at prime plus 2% and is secured by a general security agreement.

WANUSKEWIN HERITAGE PARK AUTHORITY

Notes to Financial Statements

Year ended March 31, 2005

6. Demand loan:

The demand loan with Peace Hills Trust is repayable at a fixed rate of 7.25% in monthly instalments of \$9,005 (2004- \$9,005), including interest, due November 1, 2006 and is secured by a general security agreement providing a first charge over all assets of WHPA. Canadian generally accepted accounting principles require the full balance of demand loans to be presented as current liabilities.

The aggregate expected repayments of the demand loan are as follows:

2006	\$	96,672
2007		104,160
	\$	200,832

7. Deferred contributions related to site, buildings and equipment:

			2005	2004
	Contributions	Accumulated amortization	Net Book Value	Net Book Value
Park site:				
Buildings and site development	\$ 9,004,379	\$ 4,622,258	\$ 4,382,121	\$ 4,742,297
Park site - Phase II:				
Site improvements and interpretive displays	1,270,180	1,169,820	100,360	219,591
Other	1,000,413	205,672	794,741	812,931
	\$ 11,274,972	\$ 5,997,750	\$ 5,277,222	\$ 5,774,819

WANUSKEWIN HERITAGE PARK AUTHORITY

Notes to Financial Statements

Year ended March 31, 2005

8. Commitments:

WHPA is committed to minimum annual lease payments under various operating leases for equipment as follows:

2006	\$	8,253
2007		4,000
2008		1,333
		\$ 13,586

9. Related party transactions:

During the year, WHPA provided \$18,000 in funding to Wanuskewin Indian Heritage Inc. (2004 - \$16,780). This funding is for the purpose of carrying out the functions of providing cultural and spiritual support to WHPA.

10. Comparative figures:

Certain of the prior year's figures were reclassified to conform with the current year's method of presentation.

WANUSKEWIN HERITAGE PARK AUTHORITY

Schedule of Gift Shop Operations

Year ended March 31, 2005, with comparative figures for 2004

	2005	2004
Sales	\$ 200,982	\$ 216,711
Cost of sales	138,880	118,205
	62,102	98,506
Operating expenses:		
Wages and employee benefits	58,565	56,884
Amortization	5,654	5,602
Office	3,044	2,674
Interest and bank charges	4,205	3,887
Travel	1,142	2,922
Consultants	428	1,770
Supplies and maintenance	368	3,982
Telephone and utilities	306	571
	73,712	78,292
Earnings (loss) from gift shop	\$ (11,610)	\$ 20,214

WANUSKEWIN HERITAGE PARK AUTHORITY

Schedule of Restaurant Operations

Year ended March 31, 2005, with comparative figures for 2004

	2005	2004
Sales	\$ 247,740	\$ 260,293
Cost of sales	80,940	88,296
	166,800	171,997
Operating expenses:		
Wages and employee benefits	171,199	157,517
Supplies and maintenance	26,182	15,505
Amortization	12,736	12,887
Office	5,279	6,091
Interest and bank charges	1,149	1,094
Travel	362	443
	216,907	193,537
Loss from restaurant before other income	(50,107)	(21,540)
Other income:		
Rental	54,841	38,236
Other	2,160	2,502
	57,001	40,738
Earnings from restaurant	\$ 6,894	\$ 19,198